F 0500 0			
Z-0590.2			

## SENATE BILL 5454

-----

State of Washington 54th Legislature 1995 Regular Session

By Senators Quigley, Wojahn and Franklin; by request of Health Services Commission

Read first time 01/24/95. Referred to Committee on Health & Long-Term Care.

- 1 AN ACT Relating to total quality management; amending RCW
- 2 43.72.070; providing an effective date; and declaring an emergency.
- 3 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF WASHINGTON:
- 4 **Sec. 1.** RCW 43.72.070 and 1993 c 492 s 409 are each amended to 5 read as follows:
- 6 (1) To ensure the highest quality health services at the lowest
- 7 total cost, the commission shall establish a total quality management
- 8 system of continuous quality improvement. Such endeavor shall be based
- 9 upon the recognized quality science for continuous quality improvement.
- 10 The commission shall impanel a committee composed of persons from the
- 11 private sector and related sciences who have broad knowledge and
- 12 successful experiences in continuous quality improvement and total
- 13 quality management applications. It shall be the responsibility of the
- 14 committee to develop <u>quality</u> standards for ((<del>a Washington state health</del>
- 15 services supplier certification process)) certified health plans and
- 16 recommend such standards, and the process for assuring that plans meet
- 17 <u>such standards</u>, to the commission for review and adoption. Once
- 18 adopted, the commission shall establish a schedule, with full
- 19 compliance no later than ((<del>July 1, 1996</del>)) four years from the date of

p. 1 SB 5454

- 1 the plan's certification by the office of the insurance commissioner to
- 2 provide the uniform benefits package, whereby all health ((service
- 3 providers and health service facilities)) plans shall ((be certified
- 4 prior to providing uniform benefits package services)) meet the
- 5 requirements of the commission's quality assurance and improvement
- 6 rules and be accredited by an approved quality review organization.
- 7 (2) The commission may delegate to the department of health, and
- 8 subject to available funds and staffing, the department will carry out,
- 9 activities necessary to implement the total quality management program
- 10 <u>developed by the commission</u>. These activities include, but are not
- 11 limited to, the following;
- 12 (a) Review and approval of the descriptions and timetable of the
- 13 plans' quality improvement programs;
- 14 (b) Participation in the accreditation surveys and monitoring of
- 15 the plan's progress in achieving accreditation;
- 16 (c) Oversight of approved quality review organizations;
- 17 (d) Recommendations to the commission and the office of the
- 18 insurance commissioner as to whether the plan should be prohibited from
- 19 accepting additional enrollment or should have its certification
- 20 removed when a plan encounters difficulties achieving or maintaining
- 21 accreditation; and
- 22 (e) Technical assistance to health plans related to their quality
- 23 improvement activities and the accreditation process.
- 24 (3) The department of health may establish rules, as necessary, to
- 25 carry out its responsibilities delegated to it under this section.
- 26 (4) The commission may also request that the department of health
- 27 provide recommendations to the commission for the on-going development
- 28 of a total quality improvement system.
- 29 <u>NEW SECTION.</u> **Sec. 2.** This act is necessary for the immediate
- 30 preservation of the public peace, health, or safety, or support of the
- 31 state government and its existing public institutions, and shall take
- 32 effect July 1, 1995.

--- END ---

SB 5454 p. 2